Term loan investment assistance by Small Industries Development Bank of India

932. SHRI ASHOK NATH VERMA
SHRI ARANGIL SREEDHARAN:

Will the Minister of FINANCE be pleased to state:

(a) whether Small Industries Development Bank of India under its refinance scheme defined maximum term loan investment assistance for Hotel, Restaurant, Small Nursing Home, Tourism Project, etc. which may include land, building, office equipment, kitchen facilities, furniture, air conditioning and preliminary and preoperative expenses including interest during the implementation of project and contingencies etc, if so, what are the details thereof;

(b) what are the names|details of items covered under such refinance scheme, and

(c) whether such refinance facilities had been communicated to commercial banks; if so, what are the details thereof?

THE DEPUTY MINISTER IN THE MINISTRY OF FINANCE AND DEPUTY MINISTER IN THE MINISTRY OF EXTERNAL AFFAIRS (SHRI DIGVIJAY SINGH): (a) to (c) Small Industries Development Bank of India (SIDBI) has reported that at present it is not operating any scheme for assistance for these activities.

Objectives of Technology Development and Information Company of India Limited.

933. SHRI ASHOK NATH VERMA Will the Minister of FINANCE be pleased to state

(a) what are the objectives, functions, financial|promotional services etc. of Technology Development and Information Company of India Limited promoted by ICICI;

(b) what forms of financial assistance are offered by the organisation particularly to small sector units, categories-wise;

(c) the total number of projects and schemes sanctioned|financed to parties, along with the names and addresses project/fieldwise; and

(d) what are the names and addresses of the authorities|offices of the company, region-wise?

THE DEPUTY MINISTER IN THE MINISTRY OF FINANCE AND DEPUTY MINISTER IN THE MINISTRY OF EXTERNAL AFFAIRS (SHRI DIGVIJAY SINGH): (a) Technology Development and Information Company of India Ltd. (TDICI) is a venture capital financing company. Its primary objective is to provide financial support to small and medium companies (both existing and new) which attempt innovation through introduction of new product|process technologies. The emphasis is on market-oriented innovations by companies promoted by professionals|first generation entrepreneurs. TDICI also extends techno-managerial support to the assisted companies

(b) The financial assistance is largely provided through equity participation and quasi-equity instruments like conditional loans. A conditional loan is one where loan repayment and the return to TDICI is derived through royalty on sales of the assisted company rather than through interest. This instrument has the risk and reward sharing features of equity. TDICI also provides assistance through conventional interest bearing loans wherever servicing of such loan is possible

(c) TDICI has so far financed 90 companies and aggregate sanctioned assistance is about Rs. 43 54 crores. The break-up of sanctioned assistance (industry-wise) is given in the statement In view of the confidentiality sought by the clients of TDICI regarding the nature of their business, TDICI are not in a position to furnish company-wise specific information.